

CONSOLIDATED INSURANCE TRUST
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2003

	July-03					Current FYTD		Prior Year FY03		3 Years Ended	5 Years Ended
	Allocation			Returns-Month		Returns		Returns		6/30/2003	6/30/2003
	Market Value	Actual	Policy (1)	Gross	Net	Gross	Net	Gross	Net	Net	Net
LARGE CAP DOMESTIC EQUITY											
Structured Growth											
AllianceBernstein	19,581,423	1.9%	1.8%	3.55%	3.53%	3.55%	3.53%	-1.58%	-1.88%	-21.24%	-6.07%
Russell 1000 Growth				2.49%	2.49%	2.49%	2.49%	2.94%	2.94%	-21.54%	-5.03%
Structured Value											
LSV	18,523,165	1.8%	1.8%	1.57%	1.53%	1.57%	1.53%	-1.81%	-2.25%	8.84%	3.73%
Russell 1000 Value				1.49%	1.49%	1.49%	1.49%	-1.02%	-1.02%	-0.19%	1.05%
S&P 500 Index											
State Street	89,205,566	8.8%	8.5%	1.77%	1.77%	1.77%	1.77%	0.28%	0.23%	-11.28%	-1.69%
S&P 500				1.76%	1.76%	1.76%	1.76%	0.25%	0.25%	-11.20%	-1.62%
TOTAL LARGE CAP DOMESTIC EQUITY	127,310,154	12.5%	12.1%	2.01%	2.00%	2.01%	2.00%	-0.33%	-0.48%	-9.33%	-1.90%
S&P 500				1.76%	1.76%	1.76%	1.76%	0.25%	0.25%	-11.20%	-1.62%
SMALL CAP DOMESTIC EQUITY											
Manager-of-Managers											
SEI	66,698,139	6.6%	6.0%	6.18%	6.11%	6.18%	6.11%	0.91%	0.09%	N/A	N/A
Russell 2000 + 200bp				6.43%	6.43%	6.43%	6.43%	0.36%	0.36%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	66,698,139	6.6%	6.0%	6.18%	6.11%	6.18%	6.11%	0.91%	0.09%	-3.49%	1.64%
Russell 2000				6.26%	6.26%	6.26%	6.26%	-1.63%	-1.63%	-3.30%	0.97%
CONVERTIBLES											
TCW	119,566,275	11.8%	11.8%	1.26%	1.23%	1.26%	1.23%	10.67%	10.23%	-9.51%	3.90%
First Boston Convertible Index				0.45%	0.45%	0.45%	0.45%	15.46%	15.46%	-3.77%	5.29%
INTERNATIONAL EQUITY											
Large Cap - Active											
Capital Guardian	68,972,888	6.8%	6.3%	4.84%	4.79%	4.84%	4.79%	-9.79%	-10.31%	-15.85%	0.02%
MSCI EAFE - 50% Hedged				3.28%	3.28%	3.28%	3.28%	-11.24%	-11.24%	-15.51%	-5.33%
Small Cap - Value											
Lazard	8,506,428	0.8%	0.8%	1.08%	1.00%	1.08%	1.00%	N/A	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				3.20%	3.20%	3.20%	3.20%	N/A	N/A	N/A	N/A
Small Cap - Growth											
Vanguard	8,189,811	0.8%	0.8%	4.84%	4.78%	4.84%	4.78%	N/A	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				3.20%	3.20%	3.20%	3.20%	N/A	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	85,669,127	8.4%	7.9%	4.45%	4.40%	4.45%	4.40%	-8.65%	-9.20%	-15.51%	0.27%
MSCI EAFE - 50% Hedged				3.28%	3.28%	3.28%	3.28%	-11.24%	-11.24%	-15.51%	-5.33%
DOMESTIC FIXED INCOME											
Core Bond											
Western Asset	280,205,565	27.6%	28.9%	-4.75%	-4.77%	-4.75%	-4.77%	12.97%	12.77%	11.23%	8.12%
Lehman Aggregate				-3.36%	-3.36%	-3.36%	-3.36%	10.39%	10.39%	10.07%	7.54%
Index											
Bank of ND	155,511,795	15.3%	16.1%	-4.02%	-4.02%	-4.02%	-4.02%	13.33%	13.26%	10.87%	7.78%
Bank of ND CD'S	12,544,667	1.2%	1.2%	0.30%	0.30%	0.30%	0.30%	3.64%	3.64%	4.85%	5.09%
Total Index	168,056,462	16.6%	17.4%	-3.71%	-3.72%	-3.71%	-3.72%	12.26%	12.20%	10.35%	7.51%
Lehman Gov/Credit				-4.19%	-4.19%	-4.19%	-4.19%	13.14%	13.14%	10.82%	7.83%
BBB Average Quality											
Strong	121,050,004	11.9%	11.6%	-4.60%	-4.61%	-4.60%	-4.61%	18.15%	17.91%	N/A	N/A
Lehman US Credit BAA				-4.49%	-4.49%	-4.49%	-4.49%	18.33%	18.33%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	569,312,031	56.1%	57.9%	-4.41%	-4.42%	-4.41%	-4.42%	13.93%	13.76%	11.00%	7.93%
Lehman Gov/Credit				-4.19%	-4.19%	-4.19%	-4.19%	13.14%	13.14%	10.82%	7.83%
CASH EQUIVALENTS											
Bank of ND	46,383,840	4.6%	4.4%	0.09%	0.09%	0.09%	0.09%	1.57%	1.57%	3.26%	4.15%
90 Day T-Bill				0.07%	0.07%	0.07%	0.07%	1.52%	1.52%	3.33%	4.08%
TOTAL INSURANCE TRUST											
POLICY TARGET BENCHMARK	1,014,939,566	100.0%	100.0%	-1.42%	-1.44%	-1.42%	-1.44%	8.85%	8.59%	2.63%	5.42%
				-1.52%	-1.52%	-1.52%	-1.52%	8.73%	8.73%	3.31%	5.35%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy